



FLINDERS
DIAMONDS

ASX RELEASE

Monday 24th April 2006

General Manager
The Company Stock Exchange Limited
PO Box H224
Australia Square
Sydney NSW 1215

Dear Sir / Madam,

ISSUE OF SHARES AND OPTIONS PURSUANT TO THE SHORTFALL OF THE RIGHTS
ISSUE & PLACEMENT
(Refer Appendix 3B dated 17th January 2006)

Flinders Diamonds is pleased to announce,

1. 242,552,620 ordinary fully paid shares pursuant to the prospectus were allotted on 24 April 2006.
2. 242,552,620 listed options expiring 29 September 2008 pursuant to the prospectus were allotted on 24 April 2006
3. Confirm securities were despatched into the uncertificated accounts on 24 April 2006.
4. Confirm that issuer sponsored statements, CHESS confirmation advices will be despatched to security holders on 27 April 2006.
5. Confirm that there are now 484,985,261 ordinary fully paid shares on issue.
6. Confirm that there are now 381,653,978 listed options with an exercise price of 10 cents and expiry date on 29 September 2008 on issue.

Yours faithfully,

Richard W C Willson
Company Secretary

Flinders Diamonds Ltd 20 Boskenna Avenue PO Box 3126
ABN 46 091 118 004 Norwood 5067 Norwood 5067
South Australia South Australia
info@flindersdiamonds.com

telephone 61 8 8362 5900
facsimile 61 8 8362 5966
email

www.flindersdiamonds.com